COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS

ADJUSTMENT FILING OF BELFRY

CASE NO. 89-068-C

GAS, INC.

ORDE_R

On September 25, 1989, the Commission issued its Order in Case No. 89-068 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On November 6, 1989, Belfry Gas, Inc. ("Belfry") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective December 1, 1989, and submitted with its notice certain information in compliance with its purchased gas adjustment ("PGA") clause on file with this Commission.

The Commission takes administrative notice that on October 31, 1989, Transmission filed a revised tariff with the Federal Energy Regulatory Commission ("FERC") to decrease its rates effective December 1, 1989. Subsequently, on November 20, 1989, Transmission filed with FERC another revised tariff effective November 1, 1989 which supersedes and replaces the filing of October 31, 1989.

Hence, after review of the filing in this case and being otherwise sufficiently advised, the Commission finds that since Transmission's initial filing with FERC has been superseded by other filings, Belfry's proposed rates will never take effect and should be denied.

IT IS THEREFORE ORDERED that Belfry's proposed rates be and hereby are denied.

Done at Frankfort, Kentucky, this 1st day of December, 1989.

Chairman

Vice Chairman

Commissioner

ATTEST:

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 89-068-B DATED December 1, 1989

The following rates are prescribed for the customers served by Belfry Gas, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATES: Monthly

First 1,000 cu. ft. \$8.1382 Minimum Bill 6.3482 Per 1,000 Cu. Ft.

The base rate for the future application of the purchased gas adjustment clause of Belfry Gas, Inc. shall be:

Commodity

Columbia Gas Transmission Corporation \$4.4884 per Mcf Schedule SGS

A surcharge in the amount of \$3.24 per month shall be applied to each customer served for a period of 5 years.